**Setting up of Oil Refinery Karnal**

393. SHRI MOHINDER SINGH LATHER: Will the Minister of PETROLEUM AND CHEMICALS be pleased to state:

(a) what is the present position with regard to the setting up of an oil refinery in Karnal, Haryana;

(b) what are the reasons for the delay in the execution of the project; and

(c) what measures have been taken by Government to accelerate the progress of its completion?

THE MINISTER OF PETROLEUM AND CHEMICALS AND PARLIAMENTARY AFFAIRS (SHRI SATYA PRAKASH MALAVIYA): (a) to (c) A proposal to set up a 6 MTPA refinery at Karnal, Haryana is under the consideration of the Government. The delay in the implementation of the project has been due to a number of techno-economic issues which had to be considered. Government has asked Indian Oil Corporation to prepare the revised Feasibility Report at the earliest as that further steps for the appdoval of the project can be taken expeditiously.

**System of retention prices of drugs**

304. DR. RATNAKAR PANDEY:
SHRI RAJNI RANJAN SAHU:

Will the Minister of PETROLEUM AND CHEMICALS be pleased to state:

(a) whether it is a fact that the system of retention prices of drugs was abolished without introducing any differential tarrif mechanism;

(b) if so, what is the position of unintended benefits which accrue to the producers;

(c) what is the price differential between producers of Stereptomycin, Tetracycline, Asprin, Vitamin A and Chloroquine where differential prices were fixed under DPCO, 1979;

(d) whether it is a fact that present system is discriminatory amongst the producers as well as the consumers; and

(e) if so, what steps have been taken to rectify the situation?

THE MINISTER OF PETROLEUM AND CHEMICALS AND PARLIAMENTARY AFFAIRS (SHRI SATYA PRAKASH MALAVIYA): (a) Yes, Sir. Government have powers under the Drugs (Prices Control) Order, 1987 to determine the prices of individual manufacturers of a bulk drug and also the weighted average price of such bulk drug.

(b) Price of a bulk drug which is notified by the Government is applicable to all the producers of the bulk drug.

(c) A uniform price on the basis of principle of weighted average have been fixed for all the drugs referred to under Drugs (Prices Control) Order, 1987;

(d) and (e) The present Drug Policy is already under review.

**Price reduction of medicines**

395. CHOWDHARY RAM SEWAK:
SHRI RAJNI RANJAN SAHU:

Will the Minister of PETROLEUM AND CHEMICALS be pleased to state:

(a) whether it is a fact that his Ministry reduced the prices of certain medicines during the year 1990;

(b) if so, the names of the finished medicines, their earlier price and the reduced price of each;

(c) whether it is a fact that a number of companies have not implemented the reduced prices; and

(d) if so, what are the details thereof and what action has been taken in each case?

THE MINISTER OF PETROLEUM AND CHEMICALS AND PARLIAMENTARY AFFAIRS (SHRI SATYA PRAKASH MALAVIYA): (a) to (d) Revi-

sion of prices is a continuous process in which both decrease and increase take place. In the year 1990, the prices of more than 280 formulations have been revised down-ward. Cases of non-implementation of prices as and when brought to the notice of the Government are dealt with in accordance with the provisions of the Drug Price Control Order.

**Recovery under DPEA**

396. SHRI RAJNI RANJAN SAHU:
CHOWDHARY RAM SEWAK:

Will the Minister of PETROLEUM AND CHEMICALS be pleased to state:

(a) whether it is a fact that huge amount is due for recovery under Drug Price Equalisation Account;

(b) if so, what is the estimated amount to be recovered; and

(c) what is the position of recovery in each case and what is the amount recovered during the current year?

THE MINISTER OF PETROLEUM AND CHEMICALS AND PARLIAMENTARY AFFAIRS (SHRI SATYA PRAKASH MALAVIYA): (a) Yes, Sir.

(b) and (c) A statement giving the details of tentative amounts due from each of the companies, amount so far deposited and the balance amount due is attached. During the current financial year an amount of Rs. 1.09 crores have been recovered so far.

**Statement**

| Sl. No. | Name of the Company | Tentative amount calculated for the period 31-12-83 after review (Rs. in lakhs) | Amounts deposited so far (Rs. in lakhs) | Balance amount due (Rs. in lakhs) |
|---|---|---|---|---|
| (A) | *Supreme Court Case :* | | | |
| 1. | M/s. Cyanamid India Ltd. | 536·91 | 100·00 | 436·91 |
| 2. | M/s. Hoechst India Ltd. | 2491·05 | 312·10 | 2178·95 |
| 3. | M/s. John Wyeth India Ltd. & M/s. Geoffery Manners Ltd. | 177·67<br>28·37 | 45·00 | 161·04 |
| 4. | M/s. Ethnor Limited | 10·19 | 10·19 | — |
| 5. | M/s. Franco Indian Pharmaceuticals Ltd. and M/s. Griffon Limited | 14·02 | 0·43 | 13·59 |
| 6. | M/s. Pfizer Limited | 87·61 | 19·90 | 67·71 |
| 7. | M/s. Anil Starch Products Ltd. | 11·61 | Nil | 11·61 |
| 8. | M/s. S.G. Pharmaceuticals | 205·36 | Nil | 205·36 |
| 9. | M/s. Tamilnadu Dadha Pharmaceuticals | 37·97 | Nil | 37·97 |
| 10. | M/s. Merind Limited | 781·58 | Nil | 781·58 |
| | | 4382·34 | 487·62 | 3894·72 |